

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF KENTUCKY-)	
AMERICAN WATER COMPANY FOR BULK)	CASE NO. 90-149
SALES OF WATER THROUGH COMPUTER-)	
IZED LOADING STATIONS)	

O R D E R

IT IS ORDERED that Kentucky-American Water Company ("Kentucky-American") shall file the original and 10 copies of the following information with the Commission no later than 20 days from the date of this Order. If the information cannot be provided by this date, a motion for an extension of time must be submitted stating the reason for the delay and the date by which the information can be furnished. Such motion will be considered by the Commission.

1. Has Kentucky-American previously had bulk water sales? If so, explain including the rates charged, average monthly volume sold, average monthly revenue, and how sales were made.

2. How were the number and location of bulk sales stations determined?

a. Have any projections been made of the total number of stations that will be required in the next two years? If different from the number of stations shown in the tariff, explain the basis of the projections.

3. What is the level of investment required per station?

4. What are the costs of operation per station?

5. Provide projections of the annual volume of bulk sales and the annual revenue at the proposed rate. Explain the basis for the projections and describe all assumptions utilized. Provide copies of any studies that have been made, including demand studies and cost-of-service studies.


6. Explain in detail how the proposed rate was determined and provide cost justification.

7. Does the proposed rate cover all costs of providing the service including recovery of investment? Will any portion of the costs involved be subsidized by other customer classes?

8. Provide a schedule showing impact on revenues, expenses and rate of return.

Done at Frankfort, Kentucky, this 17th day of July, 1990.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director